

deemed acceptable as received. Unacceptable feeder pigs are those which are dead, lame, crippled, sick or ruptured as mutually agreed by the parties. LOL will remove unacceptable feeder pigs in a timely fashion.

2. Written Procedures and Continuing Advice

LOL shall deliver to Producer from time to time written procedures, continuing counsel and advice which will establish guidelines and criteria to be followed by Producer in caring for and raising each Lot.

3. Feed and Related Products

LOL shall provide and deliver all feed necessary to care for each Lot. The feed and related products source(s) and type(s) of feed and related products utilized shall be determined by LOL.

4. Animal Health Products and Veterinary Services

LOL shall provide all animal health products and approved veterinary services it deems necessary to care for each Lot. Producer shall administer all such health products to the pigs. Producer shall not provide or administer any additional animal health products or cause additional veterinary services to be administered without the prior approval of LOL.

5. Transportation

LOL shall provide all necessary transportation in the delivery and removal of each Lot to and from the Facilities. Risk of loss to the Lot during such transportation is with LOL.

6. Marketing

LOL will perform all purchasing and marketing functions involving each Lot. LOL shall have the sole authority and responsibility for any and all culling of the pigs.

7. Payment for Services

In consideration for performance hereunder, LOL shall pay Producer as follows:

- A. Base payments: LOL will pay Producer base payments as follows: